AN ORDINANCE 96766

AUTHORIZING THE EXECUTION OF AN AMENDMENT TO A LEASE WITH CESSNA AIRCRAFT INCORPORATED ("CESSNA"), TO ADD AN ADDITIONAL 4,375 SQUARE FEET OF GROUND SPACE AT SAN ANTONIO INTERNATIONAL AIRPORT; INCREASING THE TOTAL GROUND SPACE UNDER THE LEASE FROM 221,269.09 SQUARE FEET TO 225,644.09 SQUARE FEET, AND INCREASING THE ANNUAL GROUND RENTAL FROM \$50,294.47 TO \$51,288.91, ACCEPTING THE REIMBURSEMENT OF \$14,827.73 FROM CESSNA FOR THE CONSTRUCTION OF ITS EXPANDED EMPLOYEE PARKING LOT.

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WHEREAS, Lease No. 124025, by and between the City of San Antonio ("City") and The Cessna Aircraft Company ("Lessee") was authorized by Ordinance No. 81971, passed and approved by City Council on March 30, 1995; and

WHEREAS, by a Letter Agreement with the City, Lessee elected to exercise its right of first refusal, set forth in Section 16.5 of Lease No. 124025, that permits the incorporation of 221,269.09 square feet of ground space into its Leased Premises, effective January 1, 1999; and

WHEREAS, Lessee has now requested that it be permitted to amend Lease No.124025 to add 4,375 square feet of ground space to its leasehold in order that its current employee parking lot may be expanded; and

WHEREAS, Lessee shall reimburse the City \$14,827.73 for the cost of construction of the expanded parking lot; and

WHEREAS, it is in the best interests of Lessor to approve the addition of 4,375 square feet of ground space to the Leased Premises, provide for the reimbursement to City of \$14,827.73 for construction of the expanded parking lot and to incorporate the 1999 incorporation of ground space to the Lease exhibits; therefore it is now necessary to amend Lease No. 124025 to reflect those provisions; NOW THEREFORE:

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Manager, or her designee, is hereby authorized and directed to execute the Amendment of San Antonio International Airport Lease No. 124025, with the Cessna Aircraft Company authorized pursuant to Ordinance No. 81971, passed and approved by City Council on March 30, 1995, a copy of which is attached hereto as Attachment 1 and incorporated by reference herein for all purposes.

SECTION 2. Revenues will be recorded in Fund 51-001 (Airport Fund) Index Code 030486 (Airport Ground Rentals - Aviation Service Area). Lessee shall pay the rental rate of \$0.2273 per square foot for 225,644.09 square feet of ground space, a total of \$51,288.91 per year.

SECTION 3. This ordinance will be effective on the tenth (10th) day after passage hereof.

PASSED AND APPROVED THIS 21st day of November, 2002.

R M **EDWARD D. GARZA**

APPROVED AS TO FORM: M Zertucke

City/Attorney